

# **State of Alaska FY2007 Governor's Operating Budget**

## **Department of Natural Resources Mental Health Trust Lands Administration Component Budget Summary**

## Component: Mental Health Trust Lands Administration

### Contribution to Department's Mission

The Trust Land Office (TLO), supported by funds derived from Trust Income, manages and develops Alaska Mental Health Trust lands on behalf of the Alaska Mental Health Trust Authority to help improve the lives and circumstances of Trust beneficiaries. Annual income earned is available for distribution by the Trust Authority in the following year; principal earned contributes to income distributed in subsequent years.

### Core Services

- Administer existing transactions on Trust lands (e.g., contracts, leases, permits, rights-of-way and other encumbrances affecting Trust lands).
- Initiate new and diverse revenue-generating activities on Trust land.
- Fully account for Trust Land Office revenues, costs, and actions.

### Major Activities to Advance Strategies

- Trust Resource Management Committee meets and approves the Trust Land Office annual work plan.
- Manage existing and create new business through sales, licenses and leases with at least \$2.6M in spendable income and \$6.0M in principal generated.
- Enhance Trust land values through subdivision improvements and other actions, and acquire new lands and improvements for the Trust.
- Provide efficient and accountable Trust Land Office administration.

### FY2007 Resources Allocated to Achieve Results

**FY2007 Component Budget: \$1,443,900**

**Personnel:**

Full time	10
Part time	1
<b>Total</b>	<b>11</b>

### Key Component Challenges

- Increased diversity of land and resource transactions.
- Conversion of community and environmentally sensitive Trust lands to cash or other less sensitive assets.
- Volatile resource values over time.

### Significant Changes in Results to be Delivered in FY2007

No change in service anticipated.

### Major Component Accomplishments in 2005

- Exceeded \$7.9 million dollar revenue goal by about 223 percent, with FY05 gross revenues of over \$17 million.

- Maintained core operating costs at about 8 percent of gross revenues (goal was less than 25 percent).
- Completed monthly, quarterly and annual reports to the Trust Authority.
- Consulted regularly with the Trust Authority on significant issues affecting Trust lands.

### **Statutory and Regulatory Authority**

AS 37.13.300

Contact Information
<p><b>Contact:</b> Wendy C. Woolf, Acting Executive Director <b>Phone:</b> (907) 269-8661 <b>Fax:</b> (907) 269-8905 <b>E-mail:</b> wendy_woolf@DNR.state.ak.us</p>

**Mental Health Trust Lands Administration  
Component Financial Summary**

*All dollars shown in thousands*

	<b>FY2005 Actuals</b>	<b>FY2006 Management Plan</b>	<b>FY2007 Governor</b>
<b>Non-Formula Program:</b>			
<b>Component Expenditures:</b>			
71000 Personal Services	813.5	981.8	1,082.2
72000 Travel	18.7	35.0	35.0
73000 Services	545.9	263.9	306.7
74000 Commodities	44.9	20.0	20.0
75000 Capital Outlay	0.0	6.0	0.0
77000 Grants, Benefits	0.0	0.0	0.0
78000 Miscellaneous	0.0	0.0	0.0
<b>Expenditure Totals</b>	<b>1,423.0</b>	<b>1,306.7</b>	<b>1,443.9</b>
<b>Funding Sources:</b>			
1007 Inter-Agency Receipts	262.6	0.0	0.0
1061 Capital Improvement Project Receipts	17.9	0.0	0.0
1092 Mental Health Trust Authority Authorized Receipts	1,142.5	1,306.7	1,443.9
<b>Funding Totals</b>	<b>1,423.0</b>	<b>1,306.7</b>	<b>1,443.9</b>

**Estimated Revenue Collections**

<b>Description</b>	<b>Master Revenue Account</b>	<b>FY2005 Actuals</b>	<b>FY2006 Management Plan</b>	<b>FY2007 Governor</b>
<b>Unrestricted Revenues</b>				
Unrestricted Fund	68515	17,152.7	8,300.0	8,600.0
<b>Unrestricted Total</b>		<b>17,152.7</b>	<b>8,300.0</b>	<b>8,600.0</b>
<b>Restricted Revenues</b>				
Interagency Receipts	51015	262.6	0.0	0.0
Capital Improvement Project Receipts	51200	17.9	0.0	0.0
<b>Restricted Total</b>		<b>280.5</b>	<b>0.0</b>	<b>0.0</b>
<b>Total Estimated Revenues</b>		<b>17,433.2</b>	<b>8,300.0</b>	<b>8,600.0</b>

**Summary of Component Budget Changes  
From FY2006 Management Plan to FY2007 Governor**

*All dollars shown in thousands*

	<u>General Funds</u>	<u>Federal Funds</u>	<u>Other Funds</u>	<u>Total Funds</u>
<b>FY2006 Management Plan</b>	<b>0.0</b>	<b>0.0</b>	<b>1,306.7</b>	<b>1,306.7</b>
<b>Adjustments which will continue current level of service:</b>				
-FY 07 Wage Increases for Bargaining Units and Non-Covered Employees	0.0	0.0	18.3	18.3
-FY 07 Health Insurance Cost Increases for Bargaining Units and Non-Covered Employees	0.0	0.0	1.9	1.9
-FY 07 Retirement Systems Cost Increase	0.0	0.0	34.2	34.2
<b>Proposed budget increases:</b>				
-Operational increase per Trustee approved Work Plan	0.0	0.0	73.5	73.5
-Risk Management Self-Insurance Funding Increase	0.0	0.0	9.3	9.3
<b>FY2007 Governor</b>	<b>0.0</b>	<b>0.0</b>	<b>1,443.9</b>	<b>1,443.9</b>

**Mental Health Trust Lands Administration  
Personal Services Information**

Authorized Positions			Personal Services Costs	
	<u>FY2006</u> <u>Management</u> <u>Plan</u>	<u>FY2007</u> <u>Governor</u>		
Full-time	10	10	Annual Salaries	712,935
Part-time	1	1	COLA	19,545
Nonpermanent	0	0	Premium Pay	0
			Annual Benefits	375,484
			Less 2.33% Vacancy Factor	(25,764)
			Lump Sum Premium Pay	0
<b>Totals</b>	<b>11</b>	<b>11</b>	<b>Total Personal Services</b>	<b>1,082,200</b>

**Position Classification Summary**

Job Class Title	Anchorage	Fairbanks	Juneau	Others	Total
Dep Dir AK Mh Lands Trust Off	1	0	0	0	1
Exec Dir AK Mh Lands Trust Off	1	0	0	0	1
Trust Resource Manager	5	0	0	0	5
Trust Resource Technician	4	0	0	0	4
<b>Totals</b>	<b>11</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>11</b>